

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

**ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY**

W-02105A  
Mt. Tipton Water Co.  
P.O. Box 38  
Dolan Springs AZ 864410038

**RECEIVED**  
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APR 13 2004  
APR 13 2004

AZ CORPORATION COMMISSION  
AZ CORPORATION COMMISSION  
DIRECTOR OF UTILITIES  
DIRECTOR OF UTILITIES

**ANNUAL REPORT**

**FOR YEAR ENDING**

<b>12</b>	<b>31</b>	<b>2003</b>
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FOR COMMISSION USE

<b>Ann04</b>	<b>03</b>
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### COMPANY INFORMATION

<b>Company Name (Business Name)</b> <u>MOUNT TIPTON WATER COMPANY, INC</u>			
<b>Mailing Address</b> <u>15996 N IRONWOOD DRIVE POB 38</u>			
<small>(Street)</small>	<small>(City)</small> <u>DOLAN SPRINGS</u>	<small>(State)</small> <u>AZ</u>	<small>(Zip)</small> <u>86441-0038</u>
<u>928 767-3713</u>	<u>928 767-3053</u>		
<small>Telephone No. (Include Area Code)</small>	<small>Fax No. (Include Area Code)</small>	<small>Pager/Cell No. (Include Area Code)</small>	
<b>Email Address</b> <u>mttiptonh20@yahoo.com</u>			
<b>Local Office Mailing Address</b> <u>PO BOX 38</u>			
<small>(Street)</small>	<small>(City)</small> <u>DOLAN SPRINGS</u>	<small>(State)</small> <u>AZ</u>	<small>(Zip)</small> <u>86441-0038</u>
<u>928 767-3713</u>	<u>928 767-3053</u>		
<small>Local Office Telephone No. (Include Area Code)</small>	<small>Fax No. (Include Area Code)</small>	<small>Pager/Cell No. (Include Area Code)</small>	
<b>Email Address</b> <u>mttiptonh20@yahoo.com</u>			

### MANAGEMENT INFORMATION

<b>Management Contact:</b> <u>SUE MORGAN</u> <u>GENERAL MANAGER</u>			
<small>(Name)</small>	<small>(Title)</small>		
<u>15996 N IRONWOOD DOLAN SPRINGS, AZ 86441-0038</u>			
<small>(Street)</small>	<small>(City)</small>	<small>(State)</small>	<small>(Zip)</small>
<u>(928) 767-3713</u>	<u>(928) 767-3053</u>		
<small>Telephone No. (Include Area Code)</small>	<small>Fax No. (Include Area Code)</small>	<small>Pager/Cell No. (Include Area Code)</small>	
<b>Email Address</b> <u>mttiptonh20@yahoo.com</u>			
<b>On Site Manager:</b> <u>SUE MORGAN</u>			
<small>(Name)</small>			
<small>(Street)</small>	<small>(City)</small>	<small>(State)</small>	<small>(Zip)</small>
<u>SAME</u>			
<small>Telephone No. (Include Area Code)</small>	<small>Fax No. (Include Area Code)</small>	<small>Pager/Cell No. (Include Area Code)</small>	
<b>Email Address</b>			

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

<b>Statutory Agent:</b> <u>JEFFERY A. GOLDBERG</u>			
(Name)			
<u>730 E. BEALE</u>	<u>KINGMAN</u>	<u>AZ</u>	<u>86401</u>
(Street)	(City)	(State)	(Zip)
<u>928 753-6115</u>	<u>928 753-7991</u>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
<b>Attorney:</b> <u>JEFFERY A. GOLDBERG</u>			
(Name)			
<u>SAME</u>			
(Street) (City) (State) (Zip)			
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)			

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

### OWNERSHIP INFORMATION

Check the following box that applies to your company:

- |   |   |
|---|---|
| <input type="checkbox"/> Sole Proprietor (S)                                      | <input type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P)  | <input type="checkbox"/> Subchapter S Corporation (Z)                     |
| <input type="checkbox"/> Bankruptcy (B)   | <input type="checkbox"/> Association/Co-op (A)                            |
| <input type="checkbox"/> Receivership (R)   | <input type="checkbox"/> Limited Liability Company                        |
| <input checked="" type="checkbox"/> Other (Describe) <u>NONPROFIT CORPORATION</u> |   |

### COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- |                                     |                                   |  |
|-------------------------------------|-----------------------------------|--|
| <input type="checkbox"/> APACHE     | <input type="checkbox"/> COCHISE  | <input type="checkbox"/> COCONINO          |
| <input type="checkbox"/> GILA       | <input type="checkbox"/> GRAHAM   | <input type="checkbox"/> GREENLEE          |
| <input type="checkbox"/> LA PAZ     | <input type="checkbox"/> MARICOPA | <input checked="" type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO     | <input type="checkbox"/> PIMA     | <input type="checkbox"/> PINAL             |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI  | <input type="checkbox"/> YUMA              |
| <input type="checkbox"/> STATEWIDE  |                                   |  |

**COMPANY NAME**

MT. TIPTON WATER CO, INC.  
15996 IRONWOOD DR.  
P.O. BOX 38  
DOLAN SPRINGS, AZ 86441-0038  
**UTILITY PLANT IN SERVICE**

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD) 5%	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises	313		313
303	Land and Land Rights	3600		3600
304	Structures and Improvements	44,507	2,235	42,272
307	Wells and Springs	385,697	19,285	366,412
311	Pumping Equipment	104,325	5,216	99,109
320	Water Treatment Equipment	0	0	0
330	Distribution Reservoirs and Standpipes	180,926	9,046	171,880
331	Transmission and Distribution Mains	513,191	25,660	487,531
333	Services	96,205	4,810	91,395
334	Meters and Meter Installations	79,613	3,981	75,632
335	Hydrants	1,230	62	1,168
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	158,934	32,947	125,987
340	Office Furniture and Equipment	21,889	1,095	20,794
341	Transportation Equipment	24,540	1,227	23,313
343	Tools, Shop and Garage Equipment	6,274	314	5,960
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant	7,873	394	7,479
	<b>TOTALS</b>	<b>2,129,117</b>	<b>(106,272)</b>	<b>1,278,945</b>

This amount goes on the Balance Sheet Acct. No. 108

↑ X8415 SINCE RATE CASE  
= 850,176

MT. TIPTON WATER CO., INC.

15996 IRONWOOD DR.

P.O. BOX 38

DOLAN SPRINGS, AZ 86441-0038

COMPANY NAME

**CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2) 5% SINCE 96	Depreciation Expense (1x2)
301	Organization			
302	Franchises	313		313
303	Land and Land Rights	3600		3600
304	Structures and Improvements	44,507	5%	42,272
307	Wells and Springs	385,697		366,412
311	Pumping Equipment	104,325		99,104
320	Water Treatment Equipment	0		0
330	Distribution Reservoirs and Standpipes	180,924		171,880
331	Transmission and Distribution Mains	513,191		487,531
333	Services	96,205		91,395
334	Meters and Meter Installations	79,613		75,632
335	Hydrants	1,230		1,168
336	Backflow Prevention Devices	0		0
339	Other Plant and Misc. Equipment	658,934		625,987
340	Office Furniture and Equipment	21,889		20,794
341	Transportation Equipment	24,540		23,313
343	Tools, Shop and Garage Equipment	6,274		5,960
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant	7,873		7,479
	<b>TOTALS</b>	<b>2,129,117</b>	<b>106,272</b> (X) 5% SINCE 96	<b>1,278,941</b> 24

This amount goes on the Comparative Statement of Income and Expense  
Acct. No. 403.

= 850,176

ACCORDING TO ACC AUDITOR CHARLES MYHLHOUSEN,  
DEPRECIATION J/B 5% SINCE LAST RATE CASE 1996 4  
106,272 X 8425 = 850,176

MT. TIPTON WATER CO, INC.

15996 IRONWOOD DR.

P.O. BOX 38

DOLAN SPRINGS, AZ 86441-0038

BALANCE SHEET

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>ASSETS</b>		
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$ 26,374	\$ 10,420
134	<del>Working Funds</del> OTHER CURRENT ASSETS	16,129	17,119
135	Temporary Cash Investments		
141	Customer Accounts Receivable	11,824	11,824
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$ 54,317	\$ 39,364
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$ 1,100,772	\$ 1,102,446
103	<del>Property Held for Future Use</del> OTHER ASSETS		(305,705)
105	<del>Construction Work in Progress</del> SUBTOTAL		776,105
108	Accumulated Depreciation - Utility Plant	(743,904)	
121	Non-Utility Property		
122	Accumulated Depreciation - Non Utility		
	<b>TOTAL FIXED ASSETS</b>	\$ 356,868	\$ 776,105
	<b>TOTAL ASSETS</b>	\$ 411,185	\$ 774,109

NOTE: The Assets on this page should be equal to Total Liabilities and Capital on the following page.

\* PERFORMANCE AUDIT SCHEDULED AFTER THIS REPORT IS DUE. WILL RECONCILE DISCREPANCIES FROM THEIR FINDINGS ON NEXT YEAR'S ANNUAL REPORT.

\* SEE ATTACHED FROM ACCOUNTANT

COMPANY NAME

DOLAN SPRINGS, AZ 86441-0038

**BALANCE SHEET (CONTINUED)**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>LIABILITIES</b>		
	<b>CURRENT LIABILITIES</b>		
231	Accounts Payable	\$ 410	\$ 20,221
232	Notes Payable (Current Portion)	50,212	(81,979)
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	61,036	68,430
236	Accrued Taxes	11,802	11,760
237	Accrued Interest		29,138
241	Miscellaneous Current and Accrued Liabilities		
	<b>TOTAL CURRENT LIABILITIES</b>	\$ 126,530	\$ 192,021
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$ 1,003,309	\$ 981,168
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	32,331	28,204
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions	461,407	366,767
281	Accumulated Deferred Income Tax	(126,235)	
	<b>TOTAL DEFERRED CREDITS</b>	\$ 367,503	\$
	<b>TOTAL LIABILITIES</b>	\$ 1,497,342	\$
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	155,112	
218	Proprietary Capital (Sole Props and Partnerships)		
	<b>TOTAL CAPITAL</b>	\$	\$
	<b>TOTAL LIABILITIES AND CAPITAL</b>	\$ 1,652,454	\$ 776,105

COMPANY NAME

DOLAN SPRINGS, AZ 86441-0038

**COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 268,461	\$ 260,150
460	Unmetered Water Revenue		
474	Other Water Revenues	26,737	
	<b>TOTAL REVENUES</b>	\$ 295,198	\$ 332,519
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$ 74,963	\$ 63,550
610	Purchased Water <i>BAUER'S CHGS</i>	0	17,742
615	Purchased Power	26,893	32,133
618	Chemicals	0	0
620	Repairs and Maintenance	56,858	36,892
621	Office Supplies and Expense	5,259	6,214
630	Outside Services	54,282	29,032
635	Water Testing	1,490	1659
641	Rents	3,914	3,152
650	Transportation Expenses	6,744	
657	Insurance - General Liability	15,030	18,841
659	Insurance - Health and Life	0	1,117
666	Regulatory Commission Expense - Rate Case	0	
675	Miscellaneous Expense <i>CONSULTING FEE</i>	6,719	66,650
403	Depreciation Expense	47,956	70,740
408	Taxes Other Than Income	11,457	23,988
408.11	Property Taxes	16,355	
409	Income Tax	0	
	<b>TOTAL OPERATING EXPENSES</b>	\$ 349,920	\$ 367,237
	<b>OPERATING INCOME/(LOSS)</b>	\$ (54,722)	\$
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$ 631	\$ 536
421	Non-Utility Income <i>PENALTIES</i>		(163)
426	Miscellaneous Non-Utility Expenses	(29,928)	
427	Interest Expense	(56,042)	(22,118)
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	\$ (85,339)	\$ (21,744)
	<b>NET INCOME/(LOSS)</b>	\$ (140,061)	\$ (53,316)

\* SEE ATTACHED FROM ACCOUNTANT



MT. TIPTON WATER CO, INC.  
15996 IRONWOOD DR.

P.O. BOX 38

COMPANY NAME

DOLAN SPRINGS, AZ 86441-0038

2003

**SUPPLEMENTAL FINANCIAL DATA**

**Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	08/13/71	08/07/98	04/03/00	08/23/01
Source of Loan	USRDA RD-91-02	USRDA RD-91-03	USRDA RD-91-05	WIFA 920044-02
ACC Decision No.				64287
Reason for Loan	SYSTEM IMPROVE	SYSTEM IMPROVE	SYSTEM IMPROVE	PURCHASE DOLAN SPRINGS WATER CO. IMPROVEMENTS
Dollar Amount Issued	\$ 240,300	\$ 100,000	\$ 100,000	\$ 862,681
Amount Outstanding	\$ 35,803	\$ 84,018	\$ 90,541	\$ 814,870
Date of Maturity	08/13/2001	08/07/2008	04/03/2020	08/01/2021
Interest Rate	5%	4.5%	4.5%	4.725%
Current Year Interest	\$ 2,141	\$ 3,878	\$ 4,165	\$ 39,194
Current Year Principle	\$ 12,859	\$ 3,970	\$ 20,513	\$ 29,257

Meter Deposit Balance at Test Year End

\$ 28,070.20

Meter Deposits Refunded During the Test Year

\$ 3,951.60

MT. TIPTON WATER CO, INC.  
15996 IRONWOOD DR.

COMPANY NAME

P.O. BOX 38  
DOLAN SPRINGS, AZ 86441-0038

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-606511	20	40	600	8	2	1972
55-509835	20	32	700	8	2	1984
55-520733	12	07	540	8	2	1988
55-510178	15	40	900	8	3	1985
55-601846	15	40	465	8	2	1966
55-601847	40	28	500	6	2	1978
55-601848	GRAVITY	10	147	2	1	1972
55-601849	2	7	350	8	1-1/2	1962
NOT ON-LINE: 55-502441	50	253	640	8	4x3	1982

\* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
10	1		3 (BLOW-OFFS)
7.5	1		
5	2		
3	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
200,000	1		
100,000	2	1,000	1
55,000	1		
50,000	2		
25,000	1		
10,000	1		
8,500	2		

MT. TIPTON WATER CO, INC.  
15996 IRONWOOD DR.

COMPANY NAME

P.O. BOX 38  
DOLAN SPRINGS, AZ 86441-0038

**WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

**MAINS**

Size (in inches)	Material	Length (in feet)
2	PVC	8,945
3		680
4		29,645
5		
6	PVC	76,580
8	"	11,490
10		
12		

**CUSTOMER METERS**

Size (in inches)	Quantity
5/8 X 3/4	
3/4	813
1	2
1 1/2	2
2	1
Comp. 3	
Turbo 3	
Comp. 4	1
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

NONE

STRUCTURES:

2 OFFICE BLDGS; FENCING & LANDSCAPING

OTHER:

UTILITY PLANT - DOLAN SPRINGS WATER CO, INC  
ACQUISITION

MT. TIPTON WATER CO., INC.  
COMPANY NAME: 15996 IRONWOOD DR.

P.O. BOX 38  
DOLAN SPRINGS, AZ 86441-0038

**WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2003**

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	725	3,653,450	4,893,620
FEBRUARY	737	3,131,610	3,788,390
MARCH	742	3,028,060	4,214,460
APRIL	742	3,968,520	4,520,540
MAY	741	4,284,400	5,552,820
JUNE	743	5,641,400	6,495,890
JULY	746	5,941,960	6,562,090
AUGUST	749	4,729,490	5,483,920
SEPTEMBER	741	4,340,880	4,823,980
OCTOBER	741	4,757,190	6,047,460
NOVEMBER	746	2,782,020	3,369,470
DECEMBER	738	3,421,470	2,352,400
TOTAL		N/A	

Is the Water Utility located in an ADWR Active Management Area (AMA)?

( ) Yes

(X) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

( ) Yes

(X) No

If yes, provide the GPCPD amount: \_\_\_\_\_

What is the level of arsenic for each well on your system. SEE BELOW mg/l

(If more than one well, please list each separately.)

**Note: If you are filing for more than one system, please provide separate data sheets for each system.**

WELL #1 .0033  
WELL #2 .005  
WELL #3 .0033  
WELL #5 .003  
WELL #6 .05  
WELL #7 .01  
WELL #8/9 .01

COMPANY NAME \_\_\_\_\_ YEAR ENDING 12/31/2003

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2003 was: \$ 0

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. PRIOR CONSULTING/GENERAL  
MANAGER & BOARD OF DIRECTORS DID NOT PAY THE TAXES.

MT. TIPTON WATER CO, INC.

15996 IRONWOOD DR.

P.O. BOX 38

DOLAN SPRINGS, AZ 86441-0038

COMPANY NAME

YEAR ENDING 12/31/2003

INCOME TAXES

RECEIVED

APR 13 2004

2 CORPORATION COMMISSION  
DIRECTOR OF UTILITIES

For this reporting period, provide the following:

Federal Taxable Income Reported

Estimated or Actual Federal Tax Liability

State Taxable Income Reported

Estimated or Actual State Tax Liability

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances

Amount of Gross-Up Tax Collected

Total Grossed-Up Contributions/Advances

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

**CERTIFICATION**

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

  
SIGNATURE

  
DATE

  
PRINTED NAME

  
TITLE

RECEIVED

APR 13 2004

VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only

ARIZONA CORPORATION COMMISSION  
DIRECTOR OF UTILITIES

VERIFICATION

STATE OF \_\_\_\_\_  
I, THE UNDERSIGNED  
OF THE

COUNTY OF (COUNTY NAME)
MOHAVE
NAME (OWNER OR OFFICIAL) TITLE
KELLY SCHWAB - PRESIDENT
COMPANY NAME
MOUNT TIPTON WATER CO., INC

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2003

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2003 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 333,665

(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ 0  
IN SALES TAXES BILLED, OR COLLECTED)

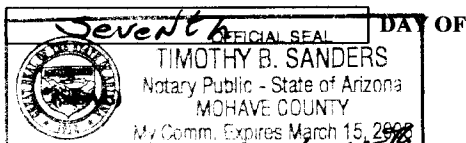
\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

*Kelly Schwab - Pres.*  
SIGNATURE OF OWNER OR OFFICIAL  
928-767-3713  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS



MY COMMISSION EXPIRES March 15, 2005

COUNTY NAME		
MOHAVE		
MONTH	April	2004
<i>Timothy B. Sanders</i> SIGNATURE OF NOTARY PUBLIC		

VERIFICATION  
AND  
SWORN STATEMENT  
**RESIDENTIAL REVENUE**  
INTRASTATE REVENUES ONLY

**RECEIVED**

APR 13 2004

ARIZONA CORPORATION COMMISSION  
DIRECTOR OF UTILITIES

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <b>MOHAVE</b>	
NAME (OWNER OR OFFICIAL) <b>KELLY SCHWAB</b>	TITLE <b>PRESIDENT</b>
COMPANY NAME <b>MOUNT TIPSON WATER CO., INC</b>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH <b>12</b>	DAY <b>31</b>	YEAR <b>2003</b>
--------------------	------------------	---------------------

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2003 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 332,665

(THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 0  
IN SALES TAXES BILLED, OR COLLECTED)

\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.

Kelly Schwab Pres.  
SIGNATURE OF OWNER OR OFFICIAL  
928-767-3713  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

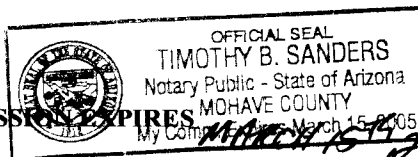
THIS

Seventh

DAY OF

(SEAL)

MY COMMISSION EXPIRES



NOTARY PUBLIC NAME <b>Timothy B. Sanders</b>	
COUNTY NAME <b>MOHAVE</b>	
MONTH <b>April</b>	YEAR <b>2004</b>

Timothy B. Sanders  
SIGNATURE OF NOTARY PUBLIC